Ms. Marlene H. Dortch Secretary Federal Communications Commission 445 12th Street, S.W. Washington, DC 20554

Re: In the Matter of Review of the Section 251 Unbundling Obligations of Incumbent Local Exchange Carriers, CC Docket No. 01-338;
Implementation of the Local Competition Provisions of the Telecommunications Act of 1996, CC Docket No. 96-98;
Deployment of Wireline Services Offering Advanced Telecommunications Capability, CC Docket No. 98-147;

Dear Ms. Dortch:

On Monday February 3, 2003, Peter Pitsch of Intel met with Marsha MacBride, Chief of Staff for Chairman Michael Powell, regarding the above referenced proceedings. Mr. Pitsch stressed the importance of fundamentally reforming the unbundling rules to create strong incentives to deploy new last mile broadband facilities.

In particular, he stated that proposals requiring the incumbent telephone companies to unbundle bandwidth, e.g., 1.5 MBPS, on their integrated fiber-packet facilities would seriously discourage broadband deployment and facilities-based competition. Specifically, Mr. Pitsch stated that regulation imposing such unbundling requirements on the ILECs' hybrid fiber-copper facilities would reduce investment incentives, create technical and regulatory uncertainty and be legally insufficient.

Pursuant to Section 1.1206 of the Commission's Rules, 47 C.F.R. § 1.1206, a copy of this submission is being provided to Marsha MacBride. Please contact the undersigned with any questions in connection with this filing.

Respectfully submitted,
/s/ Peter K. Pitsch

Peter K. Pitsch Intel Corporation Director, Communications Policy

cc: Marsha MacBride